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## <u>SB 5296</u> - S AMD to S AMD (S4379.1) By Senator Hewitt

1 On page 1, after line 26 of the amendment, insert the following:

- 2 "NEW SECTION. Sec. 2. A new section is added to chapter 19.91 RCW to read as follows:
  - (1) A cigarette retailer and manufacturer may enter into contracts or agreements with each other for the retailer to: (a) Obtain, participate in, and receive payments from the manufacturer under the manufacturer's cigarette merchandising, advertising, display, or promotion programs, whether permanent or temporary; (b) be compensated by the manufacturer for providing space for the merchandising, advertising, display, or promotion of the manufacturer's products; or (c) purchase cigarettes.
  - (2) The contract or agreement under subsection (1) of this section shall not directly or indirectly:
    - (a) Require the retailer to allocate:
- (i) A percentage or fraction of all or any part of the retailer's:
  - (A) Space available for product display, signage, or advertising; or
  - (B) cigarette category space, to a manufacturer for any purpose; or
  - (ii) A determined amount of such space, whether expressed in footage, product facings, or other forms of stated measurement, to a manufacturer in order to receive, participate in, or receive payment under a manufacturer's promotions; or
    - (b) Restrict or limit:
    - (i) A retailer's cigarette category space; or
  - (ii) A retailer's conduct of or participation in any program or activity concerning the sale, display, merchandising, promotion, pricing, or advertising, in any manner, of any manufacturer's products.
  - (3) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.
- 29 (a) "Cigarette category space" means the portion of space in a 30 store or on the premises as reserved, made available, or identified by 31 a retailer for the display of products, signs, advertising, promotion, 32 or other communications relating to cigarettes.

- (b) "Manufacturer" means a cigarette manufacturer or importer, directly or through its agent, representative, broker, or any other person or entity, who directly or indirectly offers to supply, sell, or deliver cigarettes or cigarette advertising, merchandising, or promotions to a cigarette retailer.
- (c) "Promotion" means any program or means by which: (i) The effective price paid by a purchaser of cigarettes is reduced from the regular price charged by the retailer when a manufacturer's promotion is not in effect or applicable; or (ii) additional cigarettes or other items are offered to the consumer in connection with the purchase of cigarettes.
- (d) "Retailer" has the same meaning as in RCW 82.24.010."
- 13 Renumber the remaining section consecutively.
- 14 <u>SB 5296</u> S AMD to S AMD (S4379.1) 15 By Senator Hewitt
- On page 2, line 2 of the title amendment, after ""statutes;""

  strike the remainder of the title amendment and insert "amending RCW

  70.155.030; and adding a new section to chapter 19.91 RCW"

--- END ---